

General Assembly

January Session, 2001

Raised Bill No. 1334

LCO No. 4385

Referred to Committee on Finance, Revenue and Bonding

Introduced by: (FIN)

AN ACT CONCERNING MUNICIPAL DEVELOPMENT PROJECTS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Section 8-186 of the general statutes is repealed and the
- 2 following is substituted in lieu thereof:
- 3 It is found and declared that the economic welfare of the state
- 4 depends upon the continued growth of industry and business within
- 5 the state; that the acquisition and improvement of unified land and
- 6 water areas and vacated commercial plants to meet the needs of
- 7 industry and business or of a public or private educational institution
- 8 should be in accordance with local, regional and state planning
- 9 objectives; that such acquisition and improvement often cannot be
- 10 accomplished through the ordinary operations of private enterprise at
- 11 competitive rates of progress and economies of cost; that permitting
- 12 and assisting municipalities to acquire and improve unified land and
- 13 water areas and to acquire and improve or demolish vacated
- 14 commercial plants for industrial and business purposes or for the
- 15 <u>benefit of a public or private educational institution</u> and, in distressed
- municipalities, to lend funds to businesses and industries, or to, and
- 17 for the benefit of, a public or private educational institution, within a

project area in accordance with such planning objectives are public uses and purposes for which public moneys may be expended; and that the necessity in the public interest for the provisions of this chapter is hereby declared as a matter of legislative determination.

Sec. 2. Section 8-187 of the general statutes is repealed and the following is substituted in lieu thereof:

As used in this chapter, (1) "municipality" means a town, city, consolidated town and city or consolidated town and borough; (2) "legislative body" means (A) the board of selectmen in a town that does not have a charter, special act or home rule ordinance relating to its government or (B) the council, board of aldermen, representative town meeting, board of selectmen or other elected legislative body described in a charter, special act or home rule ordinance relating to government in a city, consolidated town and city, consolidated town and borough or a town having a charter, special act, consolidation ordinance or home rule ordinance relating to its government; (3) "development agency" means the agency designated by a municipality under section 8-188 through which the municipality may exercise the powers granted under this chapter; (4) "development project" means a project conducted by a municipality for the assembly, improvement and disposition of land or buildings or both to be used principally for industrial or business purposes or for the purposes of a public or private educational institution and includes vacated commercial plants; (5) "vacated commercial plants" means buildings formerly used principally for business or industrial purposes of which more than fifty per cent of the usable floor space is, or which it is anticipated, within eighteen months, shall be, unused or substantially underutilized; (6) "project area" means the area within which the development project is located; (7) "commissioner" means the Commissioner of Economic and Community Development; (8) "planning commission" means the planning and zoning commission designated pursuant to section 8-4a or the planning commission created pursuant to section 8-19; (9) "real property" means land, subterranean or subsurface rights, structures,

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any and all easements, air rights and franchises and every estate, right or interest therein; and (10) "business purpose" includes, but is not limited to, any commercial, financial or retail enterprise and includes any enterprise which promotes tourism and any property that produces income.

Sec. 3. Section 8-189 of the general statutes is repealed and the following is substituted in lieu thereof:

The development agency may initiate a development project by preparing a project plan therefor in accordance with regulations of the commissioner. The project plan shall include: [(a)] (1) A legal description of the land within the project area; [(b)] (2) a description of the present condition and uses of such land or building; [(c)] (3) a description of the types and locations of land uses or building uses proposed for the project area; [(d)] (4) a description of the types and locations of present and proposed streets, sidewalks and sanitary, utility and other facilities and the types and locations of other proposed site improvements; [(e)] (5) statements of the present and proposed zoning classification and subdivision status of the project area and the areas adjacent to the project area; [(f)] (6) a plan for relocating project-area occupants; [(g)] (7) a financing plan; [(h)] (8) an administrative plan; [(i)] (9) a marketability and proposed land-use study or building use study if required by the commissioner; [(j)] (10) appraisal reports and title searches; [(k)] (11) a statement of the number of jobs which the development agency anticipates would be created by the project and the number and types of existing housing units in the municipality in which the project would be located, and in contiguous municipalities, which would be available to employees filling such jobs; and [(1)] (12) findings that the land and buildings within the project area will be used principally for industrial or business purposes or for the purposes of a public or private educational institution; that the plan is in accordance with the plan of development for the municipality adopted by its planning commission and the plan of development of the regional planning agency, if any,

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for the region within which the municipality is located; that the plan is not inimical to any state-wide planning program objectives of the state or state agencies as coordinated by the Secretary of the Office of Policy and Management; that the project will contribute to the economic welfare of the municipality and the state; and that to carry out and administer the project, public action under this chapter is required. Any plan which has been prepared by a redevelopment agency under chapter 130 may be submitted by the development agency to the legislative body and to the commissioner in lieu of a plan initiated and prepared in accordance with this section, provided all other requirements of this chapter for obtaining the approval of the commissioner of the project plan are satisfied.

- Sec. 4. Subsection (a) of section 32-285 of the general statutes is repealed and the following is substituted in lieu thereof:
- (a) There is hereby established a tax incremental financing program, under which the incremental sales taxes collected under chapter 219_z [and] the admissions, cabaret and dues taxes collected under chapter 225, [which] any net increase in grants in lieu of taxes for state-owned real property authorized under section 12-19a that are a result of new development or expansion by a state institution of higher education, and any net increase in grants in lieu of taxes authorized under section 12-20a that are a result of new development or expansion by a private nonprofit institution of higher education, which taxes or increases in grants are generated by a project approved by the authority under this section, may be used to pay the debt service on bonds issued by the authority to help finance, on a self-sustaining basis, significant economic projects and encourage their location in the state.

Statement of Purpose:

To expand the purposes for which certain municipal development projects or tax incremental financing projects of the Connecticut Development Authority may be undertaken.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]